

UNITED STATES DISTRICT COURT
DISTRICT OF NEVADA
BEFORE THE HONORABLE PEGGY A. LEEN, MAGISTRATE JUDGE

ORACLE USA, INC., a Colorado :
corporation; ORACLE AMERICA, :
INC., a Delaware corporation; :
and ORACLE INTERNATIONAL : No. 2:10-cv-0106-LRH-PAL
CORPORATION, a California :
corporation, :
:
Plaintiffs, :
:
vs. :
:
RIMINI STREET, INC., a Nevada :
corporation; and SETH RAVIN, an :
individual, :
:
Defendants. :
:

TRANSCRIPT OF STATUS CONFERENCE

November 8, 2011

Las Vegas, Nevada

FTR No. 3B/20111108 @ 9:00 a.m.

Transcribed by: Donna Davidson, CCR, RDR, CRR
(775) 329-0132
dodavidson@att.net

(Proceedings recorded by electronic sound recording,
transcript produced by mechanical stenography and computer.)

1 A P P E A R A N C E S

2 FOR THE PLAINTIFFS:

3 BOIES, SCHILLER & FLEXNER LLP
4 KIERAN P. RINGGENBERG
5 1999 Harrison Street, Suite 900
6 Oakland, California 94612
(510) 874-1000
Fax: (510) 874-1460
kringgenberg@bsfllp.com

7 BOIES, SCHILLER & FLEXNER LLP
8 RICHARD J. POCKER
9 300 South Fourth Street, Suite 800
10 Las Vegas, Nevada 89101
(702) 382-7300
Fax: (702) 382-2755
rpocker@bsfllp.com

11 MORGAN LEWIS & BOCKIUS LLP
12 GEOFFREY M. HOWARD
13 One Market, Spear Street Tower
14 San Francisco, California 94105
(415) 442-1000
Fax: (415) 442-1001
geoff.howard@morganlewis.com

15 JAMES C. MAROULIS (By telephone)
16 Oracle Corporation
17 500 Oracle Parkway
18 Redwood City, California 94070
(650) 506-4846
jim.maroulis@oracle.com

19
20 FOR THE DEFENDANTS:

21 SHOOK, HARDY & BACON LLP
22 ROBERT H. RECKERS
23 600 Travis Street, Suite 3400
24 Houston, Texas 77002
(713) 227-8008
Fax: (713) 227-9508
rreckers@shb.com

25

1 A P P E A R A N C E S (Continued)

2 FOR THE DEFENDANTS:

3 LEWIS ROCA ROTHGERBER LLP
4 W. WEST ALLEN
5 3993 Howard Hughes Parkway, Suite 600
6 Las Vegas, Nevada 89169
7 (702) 949-8230
8 Fax: (702) 949-8364
9 wallen@lrmlaw.com
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

1 LAS VEGAS, NEVADA, NOVEMBER 8, 2011, 9:00 A.M.

2 --oOo--

3 P R O C E E D I N G S

4

5 COURTROOM ADMINISTRATOR: All rise.

6 THE COURT: Good morning. Please be seated.

7 COURTROOM ADMINISTRATOR: Your Honor, we are now
8 calling the status conference in the matter of Oracle, USA,
9 Inc., versus Rimini Street, Inc. The case number is
10 2:10-cv-0106-LRH-PAL.

11 Beginning with plaintiff's counsel, counsel,
12 please state your names for the record.

13 MR. RINGGENBERG: Kiernan Ringgenberg, Boies,
14 Schiller & Flexner, for the plaintiffs.

15 MR. HOWARD: Jeff Howard, from Bingham,
16 McCutchen, for the plaintiffs.

17 MR. POCKER: Richard Pocker, Boies, Schiller &
18 Flexner, for the plaintiff.

19 MR. RECKERS: Rob Reckers, Shook, Hardy & Bacon,
20 for the defendants.

21 MR. ALLEN: And West Allen, from Lewis & Roca,
22 for the defendants.

23 THE COURT: This is the time set for the status
24 hearing. I have read all of your voluminous material
25 supporting your joint case management report in this

1 matter.

2 As a housekeeping matter, two things. Counsel,
3 I remind you, please, if you're going to file something
4 that's over 50 pages, provide a courtesy copy to chambers
5 so that I can have a prayer of reading everything before
6 the hearing in the matter. My eyes are too old frankly to
7 read that many pages online. And I have access to it and
8 so forth, but if you will please do that. And that saves
9 my staff from being tied up making copies for me.

10 Second, if you will consult our newly amended
11 local rules on filing matters under seal, there is a
12 specific provision -- rather than giving me courtesy copies
13 with omitting the sealed documents or not filing the sealed
14 documents, the local rule permits you to file documents
15 under seal contemporaneously with a motion requesting that
16 the matter be kept under seal.

17 So unless you have the most extraordinary
18 document that you have a fear will be exposed if I don't
19 grant your motion, in which case don't rely on it, just go
20 ahead and file them contemporaneously with the motion to
21 seal so that it doesn't require duplicate filings and so
22 forth.

23 All right. With that, by way of minor
24 housekeeping issue aside, let me take up the four discovery
25 disputes that are listed.

1 And I did see that an emergency motion for
2 protective order was filed, which I'm not going to address
3 today, but I'll talk to you about a briefing schedule and
4 how much of an expedited basis a decision is needed.

5 So let me hear first from Oracle concerning its
6 request to compel an amended response to Interrogatories
7 No. 20 and 25.

8 MR. RINGGENBERG: Thank you, Your Honor. The
9 relevance of the material requested by Interrogatories 24
10 and 25 is not disputed. It goes straight to one of
11 Rimini's central defenses.

12 The problem with the response is this. There's
13 a very short substance free narrative response, has a list
14 of folders with very generic and unspecific descriptions
15 about what was done with them. Let me just read you an
16 example.

17 One folder, quote, has materials relating to
18 PeopleSoft software that may have been used in building
19 environments for a particular client.

20 That is the substance. That is not an answer to
21 the interrogatory. Certainly it's not a nonevasive
22 complete answer, which is what the rules require.

23 The substance of Rimini's response is contained
24 in a list of 1,200 documents, most of which are e-mails and
25 electronic -- instant messages, which are, in many cases,

1 entirely irrelevant. I don't know how the list was
2 compiled, but, you know, we've attached some examples of
3 ones that really have nothing to do with the question.

4 There are some on the list that are clear
5 enough. There are some that are ambiguous. But even the
6 ones that are clear enough, Rimini Street's witnesses have
7 disputed exactly what the e-mails say and mean.

8 So there's an example. Attached as Exhibit I to
9 Mr. Howard's declaration is an e-mail in which Rimini
10 employees asked, "Please copy the following Oracle CDs to
11 this specific location."

12 He replies, "I have done what you asked. I have
13 copied it to the specified location."

14 But when confronted in his deposition, he
15 refused to admit that that's what he did. And he said,
16 "Well, for all I know, I could have had a separate
17 conversation, maybe my e-mail's referring to a different
18 copy or a different location" --

19 THE COURT: "I don't remember." I know what the
20 e-mail says.

21 MR. RINGGENBERG: Right. And I want to
22 distinguish between him saying "I don't remember that
23 situation so I can't tell you anything," that might be a
24 fair enough answer, but he did more than that. He
25 attempted to undermine the point that the e-mail actually

1 did say by disputing, well, saying, "Look, for all I know,
2 there were other conversations that show that this e-mail
3 doesn't really mean what it seems to mean."

4 And if witnesses are going to do that, then it
5 entirely undermines the point of referring to documents in
6 this way. If you had --

7 THE COURT: You want --

8 MR. RINGGENBERG: -- (inaudible) to business
9 records --

10 THE COURT: -- an interrogatory response that
11 binds the defendant to what their position is on this
12 issue?

13 MR. RINGGENBERG: That's exactly right, Your
14 Honor. We're entitled to know what the facts are, or at
15 least what they say the facts are -- and if -- we probably
16 will disagree with what they say, but at least we know what
17 their position is and we can dispute it at trial -- as
18 opposed to affording them the flexibility to stand up at
19 trial and say, "Well, yes, that's what the document is, but
20 that's not really what it means, our interrogatory answer
21 really meant something different." And that's the kind of
22 dispute we're trying to avoid.

23 And I will say, the vast majority of e-mails are
24 either irrelevant or, frankly, difficult to discern. And
25 that's another reason why the answer can't be provided.

1 I want to make one other point, which is there's
2 a bit of a side show in the papers about the deletion of
3 these materials that -- they were -- there's no dispute
4 that they were deleted shortly before this lawsuit was
5 filed. We do believe that that was a violation of their
6 duty to preserve evidence. But that's not the issue we're
7 presenting.

8 What we want now is an answer to the
9 interrogatory. We do intend to file, at an appropriate
10 time, request for relief for what we regard as spoliation;
11 and our understanding is the right procedure is to follow
12 that with the district court at the in fact discovery
13 absent further direction from the Court.

14 So I don't want to get sidetracked with that
15 issue now, although Rimini has addressed it in the papers.

16 THE COURT: Thank you.

17 Let me hear the opposing view. Mr. Reckers.

18 MR. RECKERS: Yes. Your Honor, from Rimini's
19 perspective, we've given them everything we have to these
20 particular questions.

21 We've interviewed the witnesses. We have
22 compiled the brief narrative to provide a high-level
23 summary in a folder-by-folder basis. We've also identified
24 the specific and regularly kept business records of those
25 requests. We've listed them separately in our response.

1 But we also went and we searched a larger
2 database of responsive information for these e-mail --
3 primarily e-mails, this list of 1,200 -- 1,200 documents.
4 And it was compiled through targeted searches to yield the
5 relevant results.

6 Let me tell you why we had to go through
7 e-mails. What they've asked for is every instance -- every
8 type of software that is in these folders -- Oracle
9 software in these folders over a long period of time and
10 how they were used, specific uses of that content over
11 time.

12 It's not something that individuals are actually
13 going to remember. I'll show you some examples in the
14 documents that Oracle puts forward in their declaration.
15 But this is the only source of the information. It's not
16 that the witnesses are going to be able to tell us, oh,
17 yeah, in 2009, I copied this folder to this location or
18 this particular client.

19 So we did the targeted searches. They've asked
20 for a lot of information, and we have a lot of documents.
21 It's the same database that we produced 6 million pages
22 from, for example. So it's a huge database.

23 We culled it down as narrowly as we could to
24 provide them all the responsive information that we have.

25 Mr. Ringgenberg says that the vast majority of

1 them are irrelevant and don't actually answer the question.
2 I'll dispute that. Each of these documents --

3 THE COURT: Well, that's the rut. If both sides
4 are reviewing the same materials in good faith, they have a
5 point that you are in superior position to understand your
6 own documents. Not you personally, obviously, but you and
7 your client are in a superior position to understand what
8 your documents say and what they mean.

9 MR. RECKERS: Absolutely, Your Honor. And if I
10 would point the Court's attention to Exhibit 9 to
11 Mr. Howard's declaration, which is the first -- which is
12 the first e-mail they cite as one of the list of irrelevant
13 documents, on the very first page of that thread -- again,
14 this is the example that Oracle gives, is there's a -- it
15 says, and this is the first substantive line in the -- it's
16 the second to last page of the exhibit. It's designated
17 with Bates number RSI04223171.

18 It says: I have to install Oracle 10G -- sorry.
19 I have to install Oracle 10G for Experian VM, and I
20 understand that it's located at a particular file location.

21 Oracle 10G is database software that's at issue
22 in this case. Experian is a Rimini client. It references
23 the software for it.

24 This is Oracle's first example. It says Oracle
25 10G software; it identifies the client, Experian; it

1 identifies the location. There's nothing ambiguous about
2 what's in this particular e-mail.

3 The other e-mails they cite in the list -- in
4 their -- the following exhibits, E, F, and G, are all
5 talking about the same file storage, and their beef with
6 those e-mails is that they talk about nonOracle software.
7 They are not.

8 Some of our responses talked about other
9 software, nonOracle branded software. But I don't think
10 that comprises the whole set. We made a good faith basis
11 to identify what software was in those files. Yes, some of
12 it might be for other software vendors. But what we
13 attempted to do through our targeted searches, to find
14 clear examples of what happened.

15 Another example, the one we just talked about on
16 Exhibit I with the -- the Corpuz e-mail that was discussed
17 at his deposition. He said he didn't know.

18 And they asked him, they said, "Well, can you
19 give any other explanation as to, you know, what you could
20 have meant when you said they loaded to the specific
21 location?"

22 And he did. He tried to provide some other
23 examples. But only when prompted.

24 THE COURT: And you understand opposing
25 counsel's issue here? They want to make sure that your

1 interrogatory answer represents the knowledge of the
2 corporation, that you're bound by it, and that you're not
3 providing an answer and then having your people back off of
4 that, when they are testifying at deposition. And you read
5 the Corpuz deposition differently than your opposing
6 counsel.

7 MR. RECKERS: Yes.

8 THE COURT: You read it as saying, "I don't
9 know"; and then he was asked to say, "Well, give me
10 possible other explanations for how this could have
11 happened?"

12 MR. RECKERS: Yes. And, again, I think he was
13 trying to answer that question honestly. But the gist is
14 that he doesn't know -- and that's why we have
15 interrogatories, so we, as the counsel, can pull it out,
16 look at it, and say we are not going to dispute the
17 contents here. Mr. Corpuz didn't deny that he did this.
18 He was asked for other explanations when he said, "I don't
19 know."

20 He doesn't know. And that's the fact of the
21 matter. And, of course, this is a particular event that
22 happened in early 2009. How is he going to remember it?
23 How is he going to know? How would he say anything other
24 than "I don't know"? Or --

25 THE COURT: It depends on how significant of an

1 issue it is.

2 MR. RECKERS: And that's certainly true. But
3 this is -- this is something where the record is clear this
4 is what happened. And we're not going to dispute it. And
5 that's why we put it on our list, interrogatory response.

6 And they're -- and, you know, that's how, you
7 know, this type of discovery vehicle works. They're free
8 to rely on it, that this is what happened. This represents
9 a use of this software in a way that's reflected by the
10 document that we've listed.

11 THE COURT: Was Ms. Williams deposed in her
12 individual capacity or as the corporation's Rule 30(b)(6)
13 designee?

14 MR. RECKERS: In her individual capacity.

15 THE COURT: And do you intend -- your response
16 to their request for an order compelling them an answer
17 says you intend to supplement the interrogatory responses
18 with her testimony.

19 MR. RECKERS: Yes.

20 THE COURT: And you say you intend to be bound
21 by what she has testified about.

22 MR. RECKERS: Yes.

23 THE COURT: Is there anyone in the corporation
24 who has superior knowledge to Ms. Williams about this
25 issue?

1 MR. RECKERS: No. And so that's -- and that's
2 one of the reasons we put it in our briefing, and the
3 deposition's transcript just went final.

4 So I think that with her testimony -- she was
5 deposed obviously on this important issue at some length --

6 THE COURT: Are you telling me that this is the
7 best answer that your corporation can provide because she
8 is the most knowledgeable person and she has what level of
9 detail the corporation has?

10 MR. RECKERS: Absolutely. Yes.

11 THE COURT: And you're bound by that?

12 MR. RECKERS: Yes, Your Honor.

13 THE COURT: And you're not going to claim that
14 she's incorrect?

15 MR. RECKERS: If we put -- we're going to have
16 to put the citations down and we're going to review the
17 citations and put the ones down that the corporation will
18 be bound by.

19 And as I stand here today, my general
20 understanding is that she's correct and that is the
21 corporation's answers to these questions.

22 THE COURT: And how soon are you going to be in
23 a position to supplement your response with her testimony
24 that's now the corporation's answer?

25 MR. RECKERS: We can do some (indiscernible).

1 THE COURT: Okay. Thank you.

2 Oracle's motion to compel amended responses to
3 Interrogatories No. 24 and 25 is granted to the extent that
4 Rimini shall supplement Answer to Interrogatory No. 24 and
5 25 with the information provided with Ms. Williams,
6 clarifying that it is the corporation's response, and
7 within 14 days of today's date, and denied in all other
8 respects.

9 I'll hear from you on your motion to compel read
10 only access to Rimini's SharePoint Internet.

11 MR. HOWARD: Thank you, Your Honor. Jeff
12 Howard.

13 With respect to the SharePoint materials, I
14 don't think there's any dispute that they are relevant.
15 They were not disclosed as a source of information. We
16 found them by asking questions in deposition and then by
17 finding a remnant of a file in a personal virtual machine
18 from one of our witnesses that was the menu for the
19 SharePoint system.

20 And it was revelatory because what it shows is
21 links between the different materials that are on there
22 that are the specific materials that are central to the
23 case, the software copies that they have, the way that they
24 label those, the way that they bring them up.

25 Exhibit R to my -- to the Howard declaration is

1 that -- one of the exhibits that we used in that
2 deposition, it was Mr. Conley's deposition.

3 So there is an important category of information
4 that you can only have, and our experts can only have, by
5 seeing the interrelationship that is revealed through the
6 dynamic system that is SharePoint, how it's used, how
7 they're brought up, how they're labeled, what they mean.
8 That's how they use the software.

9 What we do have as a result violates Rule 34,
10 both because it doesn't reveal those characteristics of the
11 data as they exist in the ordinary --

12 THE COURT: You reached an agreement at the
13 beginning of this case about what you were going to do and
14 if what you got in response to electronic request for data
15 was inadequate. And you have a procedure in place, and
16 you've been operating under that procedure in place, to
17 request native information through files in which you
18 agreed the TIFF version of it is inadequate for purposes.

19 So how are they violating any rule when you
20 reached an agreement about "we're going to do it this way
21 at first, and then if you need something else, let us know,
22 and we'll -- we'll talk about it and provide it if we think
23 that's reasonable"?

24 MR. HOWARD: Yeah. And I think -- I think that
25 is all right and true as far as it goes. And it applies,

1 and the parties have been operating under that quite well
2 with respect to individual documents, say that -- a
3 PowerPoint or an Excel file which is produced.

4 It's produced in a TIFF, you can't, you know,
5 see the dynamic character of it; you ask for it in native,
6 the parties change those in native.

7 THE COURT: But most of the time you don't need
8 it --

9 MR. HOWARD: We don't --

10 THE COURT: -- but sometimes you do.

11 MR. HOWARD: Exactly. And when we do, we ask
12 for it, and they give it to us.

13 The difference here is that this is more in the
14 nature of a database. And so it isn't possible to simply
15 produce the native, you know, in quotes. That -- that --

16 THE COURT: They represent to you that they have
17 gone through this database and searched it for responsive
18 documents and produced all documents that they believe are
19 responsive to your discovery requests. And in every
20 discovery case you have to rely on -- I mean, you signed
21 these discovery responses under penalty of Rule 26(g), and
22 you have to rely on people doing what they said they did.

23 You have a reason to believe that they have not
24 adequately searched the SharePoint database to produce
25 responsive documents.

1 MR. HOWARD: Yes, Your Honor. And maybe it's me
2 misunderstanding what they're saying. But we have not
3 heard them say, and I don't see in their papers that they
4 say, that they have comprehensively searched SharePoint for
5 all relevant and responsive materials as a source of
6 information which should have been disclosed.

7 I asked Mr. Conley at his deposition, "How do I
8 find the information behind this link? Is there" -- and he
9 said, "The only way to do that is to go into SharePoint."

10 And I can tell you that for categories of those
11 links, either we don't have them, which in some cases is
12 true, that we do not have them, or we can't tell how what
13 we have relates to the groupings that are in SharePoint.

14 Let me give you one example of that from
15 Mr. Grigsby's deposition.

16 I asked him, "Where are the documents that are
17 in the JDE library?"

18 There's a library that he testified about, that
19 was the JDE library.

20 He said, "Well, they're in SharePoint."

21 I said, "Well, what are they? Can you identify
22 them?"

23 "No, I'd have to look in SharePoint."

24 We asked, technically, opposing counsel --

25 THE COURT: Can you remember the content of your

1 own office files and your own office directory?

2 MR. HOWARD: Well, no. It was a perfectly
3 appropriate answer. But that -- but that's -- but consider
4 that foundational testimony.

5 So we then said, "Well, we'd like to have, you
6 know, that information."

7 And they said, "Well, we've provided it."

8 But you can't -- when you look at what has been
9 provided in the TIFF form out of SharePoint, you can't
10 associate -- this is the groupings issue, you can't
11 associate which of those documents belong in the JDE
12 library. That is actually important to know what documents
13 he was referring to as a category, even if he couldn't
14 remember the individual ones, which ones were kept
15 generically, without a specific customer reference, in the
16 JDE software library.

17 And that's the information -- so that -- that's
18 an example where the information we would say has been
19 produced in a form, in a fashion. But we can't match it up
20 with the witness' testimony, and we can't make a case or
21 put our evidence together as to which of those documents
22 have been kept in this library that the witness had
23 testified about and which even he said he would have to go
24 into SharePoint to identify.

25 So there's two categories. One is the

1 information that reveals the groupings and the linkings.
2 The other is information that we don't think has been
3 produced at all and they haven't said they have gone
4 through comprehensively and searched for all of that
5 responsive and relevant information.

6 THE COURT: All right. Thank you, Mr. Howard.

7 Mr. Reckers, let's go to counsel's point. Have
8 you comprehensively searched the SharePoint database for
9 all relevant and responsive documents?

10 MR. RECKERS: Yes, Your Honor. We believe we
11 have.

12 THE COURT: All right. And so now talk about
13 the -- they have a whole mass of information here.

14 MR. RECKERS: Yes.

15 THE COURT: You've given them a huge amount of
16 material. They can't link -- they can't tell what Mr. So
17 and So is talking about without having access to this data
18 that -- you know, you open the file and then you can see
19 what's in the JDE library.

20 MR. RECKERS: Absolutely. And this is the exact
21 type of discussions that come up in every case, what was he
22 talking about in his deposition? Can you confirm what you
23 produced and where it is?

24 And we'd be happy to, when there are issues like
25 that, to tell them. What we've gotten is requests for

1 direct access, no list of deposition --

2 THE COURT: That's what I understood your
3 position is, if you have a specific issue like this, where
4 is the -- what was the content of the JDE --

5 MR. RECKERS: Yes.

6 THE COURT: -- library that Mr. So and So
7 testified about at his deposition, you're willing to
8 provide that information. What you don't want them doing,
9 tip-toeing through your entire internal Internet --

10 MR. RECKERS: Yes.

11 THE COURT: -- program?

12 MR. RECKERS: Yes, Your Honor. I would contend
13 that this is no different than any other dispute. We -- or
14 any other discovery, course of discovery, where there's
15 documents that are referenced, there's a large set of
16 produced documents, produced in a way that - in this case
17 TIFF images, that are a bit different than how they're
18 actually accessed on the computer. We have to work
19 together. But it's not a typical case where direct access
20 to the whole database.

21 What we've done is we have searched -- we --
22 even initially, when we did our collections went through
23 SharePoint and identified the relevant groups, the groups
24 that work for Oracle products, including the JDE group, and
25 pulled down the documents that were stored on SharePoint by

1 those groups.

2 THE COURT: And refresh my recollection. Didn't
3 we, at the very beginning of the case management in the
4 case, talk about identifying up to 60 custodians who would
5 have relevant and discoverable information in this matter?

6 MR. RECKERS: Yes, Your Honor.

7 THE COURT: And you searched for those
8 custodians as well as by subject matter?

9 MR. RECKERS: Yes. The custodian -- so there's
10 two types of collection. There's the custodial
11 collections, which were typically e-mails, but also things
12 from their local hard drives --

13 THE COURT: But you -- your collection of --
14 under both methods included the SharePoint?

15 MR. RECKERS: Well, the SharePoint's
16 noncustodial. So it was collected from, but as a
17 noncustodial source. It is shared by -- so the JDE group,
18 for example, has their own page on SharePoint, and there
19 are documents that the SharePoint group can share -- or
20 that the JDE group can share -- a SharePoint, by the way --
21 and you mentioned -- saw this in the papers is just a --

22 THE COURT: You're linked to Microsoft, yes.

23 MR. RECKERS: It's a Microsoft product. So it's
24 not something that's unique or that Rimini has some special
25 version of. It's just a way for employees to post

1 documents that other people they work with might have
2 interest in. We've pulled the documents off the site,
3 because, as counsel says, they are -- there's no dispute.
4 These are relevant documents that are used in the course of
5 Rimini performing services at issue here.

6 THE COURT: All right.

7 Mr. Howard, that falls in the
8 nice-try-but-no-cigar. I'm going to deny that request for
9 essentially all rights to look at their database and
10 require you, on an individual basis, to request the type of
11 information and the level of detail that you have requested
12 to fill in the gaps rather than have complete access to the
13 database.

14 On Oracle's motion to compel two-day deposition
15 of Mr. Ravin. Mr. Howard, I'll hear from you on that one.

16 MR. HOWARD: Thank you, Your Honor. We have not
17 asked for this relief for any other witness in this case.
18 We're only asking for it because of Mr. Ravin's central
19 importance. I know Your Honor has read the papers. I
20 think we've laid out the reasons there.

21 There's an enormous number of documents. He's
22 been involved in the daily operations of the company from
23 the day he conceived it, right up to the current day.

24 He's a prolific e-mail writer. There's an
25 enormous amount of material to cover and -- essentially

1 touching on every issue in the case, ours and theirs, on
2 the defenses and on his status as a personal defendant.

3 I don't want to spend more than one day with
4 him, but it's just required by the law and the material and
5 the centrality of him as a witness in the case.

6 THE COURT: And Mr. Allen?

7 MR. ALLEN: Good morning, Your Honor.

8 Mr. Reckers asked me to help with this one
9 issue. It's simply rather straightforward. Federal Rule
10 of Civil Procedure 30(d) is pretty clear, you get seven
11 hours; one day.

12 And that's particularly important for matters of
13 corporate officers. And this is a case, as Your Honor is
14 well aware, extraordinarily large plaintiff against a very
15 small defendant. It's 170-some employees.

16 These officers, and particularly the CEO, are
17 very critical to the operations day-to-day. And the idea
18 of trying to distract that CEO for two days, when the rule
19 is pretty clear, give us your fair -- you have a chance for
20 a fair examination, give us your details and show good
21 cause why you need more.

22 And so far we just don't have that. We have --
23 what we do know is that this CEO has been deposed twice
24 already by this plaintiff, that they know the background
25 information of this --

1 THE COURT: And once --

2 MR. ALLEN: -- CEO --

3 THE COURT: -- contempt because he refused to
4 answer questions and had to go to court and get an order
5 compelling him to do that.

6 MR. ALLEN: So he's well aware of how to get to
7 the point.

8 And the point really for this deposition is that
9 the defendants will be completely reasonable. We think you
10 can do it in one day. We think you should do it in one
11 day. And if you legitimately can do it in one day and we
12 can be shown good cause of what couldn't get asked because
13 we truly were so busy with all these other things that had
14 to be asked, we'll certainly defer and talk about that if
15 it's necessary.

16 But the idea of coming in and just saying give
17 me two days because I want to talk about whatever I want to
18 talk about, it's just not appropriate for a CEO of a
19 corporation, and it's not contemplated by the rules, there
20 isn't good cause that's been shown other than we have a lot
21 to talk about.

22 Well, show us an outline. Show us what you're
23 not going to get to, and we'll figure out a way. And
24 that's all we've --

25 THE COURT: I'd love to --

1 MR. ALLEN: -- we've said.

2 THE COURT: -- have my adversary's outline of
3 the proposed deposition --

4 MR. ALLEN: Right. Well, not necessarily an
5 outline, but at least the things -- the topics and why
6 specifically you don't think you can fit it in two days.

7 And, of course, if they can't fit it in two
8 days, at the end of the day we'll know they did in good
9 faith, they asked their questions, they got as fast as they
10 could, and they need some more time, we're going to be
11 amenable to doing that for some limited amount of time and
12 once they tell us what else didn't get asked.

13 But to just say I need two days because I really
14 want to talk to this guy and keep him out of this company
15 for two days, that's just not proper.

16 THE COURT: All right. The rules were enacted
17 and limitations imposed to try to cut some of the enormous
18 cost of discovery. And I would agree with you, Mr. Allen,
19 if this was a rear-end automobile case or a run-of-the-mill
20 limited scope witness that the limitation of Rule 30 should
21 apply.

22 But with respect to this gentleman, who is a
23 pivotal person, both with percipient knowledge and
24 knowledge binding the corporation, I'm going to allow them
25 to -- and grant their request for up to two days, subject,

1 of course, if you believe that the examination is being
2 conducted in a manner that unreasonably annoys, harasses,
3 et cetera, or is duplicative and so forth, you have your
4 remedies under Rule 30(d) as well.

5 But those should be exercised carefully because
6 the losing party will pay a price on a motion to terminate
7 or limit a deposition.

8 So I understand, Mr. Allen, that your executive
9 doesn't want to be subjected up to two days. But if
10 they're really just pronging things and asking questions
11 over and over again, you have remedies under the rule. But
12 he's significant enough that two days is not unreasonable
13 for this case.

14 MR. ALLEN: Okay. Thank you, Your Honor.

15 THE COURT: Okay. And we have the request for
16 clarification concerning pretrial depositions.

17 Mr. Reckers.

18 MR. RECKERS: Thank you, Your Honor. The issue
19 here really is one of unfair surprise. Oracle's a huge
20 corporation. They have --

21 THE COURT: Sure. And they listed about a
22 hundred people in their initial disclosures. And so you
23 both came to me, and from day one you have been arguing
24 passionately on behalf of your client, don't let them do
25 all the discovery they want to do because it will bury my

1 client and will destroy us, just by being sued.

2 And so I listened very carefully to you, and I
3 resolved the disputes between both sides about how many
4 depositions would be allowed unless, for good cause shown,
5 more were needed.

6 And now you've taken eight depositions. You've
7 noticed two more, or suggested two more. And I'll give you
8 the clarification you're looking for. But it's probably
9 not the answer you want; and that is I side with Oracle on
10 this one, that the -- that provision in my September 21st,
11 2010, order was intended to tell you if there is genuinely
12 a surprise that someone has sandbagged you and you see a
13 new name on -- in the pretrial order that you couldn't
14 reasonably anticipate having conducted thorough discovery
15 in your case within the parameters the Court allowed,
16 you're going to have an opportunity to take that.

17 But you're not going to have an opportunity to
18 take depositions in the case at -- you conclude discovery,
19 you get rulings on dispositive motions, you file a joint
20 pretrial order, and now you really take depositions in the
21 case.

22 That's not going to happen. You're going to be
23 required to show good cause that you could not have
24 anticipated that this was a trial witness or that -- and
25 that was the whole reason. I gave you 20 limitation that

1 both sides were jockeying about how many depositions could
2 be taken in this case.

3 I gave you the limitations, not all that you
4 wanted, but I limited the discovery they could do, buying
5 your argument they shouldn't be able to bury your client.
6 But that doesn't relieve you of the obligation to do the
7 discovery during the original discovery cutoff.

8 And then if you convince me that there is a
9 surprise and you couldn't have known that this was a
10 witness, or you didn't reasonably think this was a witness,
11 or somebody dies and somebody is substituted, or somebody
12 becomes ill and somebody is substituted, those are the kind
13 of things that what I intended and envisioned in the
14 September 21st order about the -- if you need a pretrial
15 deposition you're going to get one. But not -- not the way
16 you're interpreting it.

17 So I hope I have given you sufficient
18 clarification of what I intended and what I am likely to
19 allow.

20 MR. RECKERS: Thank you, Your Honor.

21 THE COURT: Okay. I know you don't like that
22 answer, but I'll try to be as clear as I can about what I
23 meant.

24 So we have now an emergency motion for
25 protective order. How much of an emergency is this really?

1 This issue came up on an October 20th deposition. Is it
2 imminently going to rear its head in upcoming imminent
3 discovery?

4 MR. RECKERS: Yeah, we believe it will. And I
5 think the issue came into clarity of deposition transcript
6 on the 3rd, just last Thursday.

7 And there's another deposition this coming
8 Thursday, in two days, that we don't know whether or not
9 Oracle's going to try to get in the same amount of
10 questioning. But by that time, by next Thursday, we think
11 at least there's a potential for it.

12 And then going forward over the next three or
13 four weeks, I believe there's a total of another 10 to 12
14 depositions that are scheduled -- at least by the end of
15 the month I believe there's another 10 depositions
16 scheduled that could -- appears to be implicated by this
17 particular issue, this particular line of questions that we
18 find highly objectionable.

19 THE COURT: All right. So opposing counsel, how
20 long do you need to respond to the brief? And is there
21 perhaps a way to deal with the upcoming deposition on
22 Thursday? Is that an issue that you intend to pursue with
23 the witness to be deposed on Thursday?

24 MR. HOWARD: I -- the answer is I don't know,
25 Your Honor. I'm not handling that deposition.

1 There were a -- dozens of clients who received a
2 communication which -- from Rimini Street, which is highly
3 confidential. So I'm not going to disclose the content of
4 it. But the line of questioning is directly responsive to
5 that communication that they received from Rimini Street.
6 That's only one basis on which we'll oppose the motion.

7 I'd like to get this resolved quickly. I think
8 it's in everybody's interest. I think responding by
9 tomorrow is a tall order. And having Your Honor rule
10 before the deposition, which is on the East Coast on
11 Thursday, is an even taller order.

12 THE COURT: I can't -- I can't do it anyway,
13 so what's a reasonable briefing --

14 MR. HOWARD: But we could respond by Thursday.

15 THE COURT: All right. I'll have -- then give
16 you until Thursday to respond.

17 Mr. Reckers, do you want a reply brief, or do
18 you just want to orally argue it?

19 MR. RECKERS: I think there's no need for a
20 reply brief.

21 THE COURT: All right. So, Mr. Miller, do we
22 have some time next Tuesday?

23 And then if the issue comes up during the
24 deposition, obviously you try to work it out, if you can.
25 You're welcome to try to get me in a dispute resolution

1 conference. But I can't promise that I'm going to be
2 available.

3 So -- but if you need an immediate resolution
4 on -- of an issue during a deposition, try to contact
5 chambers. And if I'm available, I'll try to give you a
6 dispute resolution conference.

7 Or if you want to make sure that you have a more
8 comprehensive ruling that's not so much on the fly, I
9 suspect you can reach an accomodation about how to get as
10 much progress as you can on that witness testimony without
11 this issue, and, depending on the outcome of my ruling,
12 reserve your right to either ask questions or not.

13 MR. HOWARD: It's a customer. So I think we'd
14 both prefer not to inconvenience the customer for a second
15 day of deposition. But we'll see if we can work out some
16 accomodation in the meantime.

17 THE COURT: Okay. All right. So I'll do the
18 best I can. But I can't give you a time on Thursday
19 anyway.

20 And so, Mr. Miller, do we have some time next
21 Tuesday?

22 COURTROOM ADMINISTRATOR: Your Honor, the
23 Court's schedule in the morning of Tuesday, the 15th, at
24 this time is scheduled all the way through to 11:30.

25 But we do have the 1:30 p.m. slot available on

1 Tuesday, the 15th, if that's convenient for all parties.

2 THE COURT: Counsel?

3 MR. HOWARD: That's fine with us, Your Honor.

4 THE COURT: Mr. Reckers?

5 MR. RECKERS: Yes.

6 MR. HOWARD: I think we would likely appear
7 telephonically, if that's okay with your Honor.

8 THE COURT: That's fine. Either side could
9 appear telephonically, or both sides can appear
10 telephonically, if that's more convenient for you.

11 All right. Mr. Miller, why don't we give them
12 the 1:30 slot. And I'll read your papers and be prepared
13 to give you a ruling from the bench.

14 MR. HOWARD: Thank you, Your Honor.

15 COURTROOM ADMINISTRATOR: Yes, Your Honor. And
16 that is Tuesday, the 15th, and 1:30 p.m. And I'll include
17 that in the minute order, to get everybody connected
18 telephonically.

19 MR. HOWARD: Thank you.

20 We did have the issue, Your Honor, I don't know
21 if you intended to take it up, as to when the next CMC
22 would occur and whether there would be one or two between
23 now and the end of the discovery period and the time for
24 filing motions.

25 THE COURT: Why don't we take that up on next

1 Tuesday, and I can give you some more time then. I'm
2 holding some other people up who are waiting to be heard.

3 MR. HOWARD: Very well, Your Honor.

4 THE COURT: So both sides remind me, in case I
5 forget and -- about your respective proposals, and we'll
6 give you some dates.

7 Okay. If I recall correctly, we have an April
8 of next year discovery cutoff?

9 MR. HOWARD: No. It's December 5th of this
10 year.

11 THE COURT: Didn't -- wasn't -- weren't the
12 dates suggested after the district judge gave an extension
13 of the discovery plan and scheduling order deadlines? I
14 thought there was an order that was entered -- maybe I --

15 MR. HOWARD: There is expert discovery that --

16 MR. RECKERS: Yeah, maybe expert discovery.

17 MR. HOWARD: Yeah, percipient discovery is -- I
18 think the parties are in agreement, would end December 5th.
19 Expert discovery, I think, may be the date you've recited.

20 THE COURT: Okay. Maybe that's what I'm looking
21 at then. Because I saw -- you requested an adjustment of
22 the deadlines back in August --

23 MR. HOWARD: Yes.

24 THE COURT: -- and I did adjust the deadlines.
25 But it's only for experts; correct?

1 Okay. All right. Now we're on the same page.

2 MR. HOWARD: I think the December 5th deadline
3 was part of that package. But it's a fact discovery
4 cutoff. And then we'll go into April on the expert.

5 THE COURT: All right. We'll hear back from you
6 on Tuesday at 1:30 and go from there.

7 MR. HOWARD: Thank you, Your Honor.

8 THE COURT: Thank you, counsel.

9 (The proceedings concluded at 9:36 a.m.)

10 * * *

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

-o0o-

I certify that the foregoing is a correct
transcript from the electronic sound recording
of the proceedings in the above-entitled matter.



11/22/16

Donna Davidson

Date